

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 July 2001				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ (2,288)	\$ 13,566	\$ (13,566)	\$ (2,288)
FICA - Employee	203	591	(591)	203
FICA and payroll- Employer	(1,250)	591	(591)	(1,250)
Unemployment	-	-	-	-
Other				
Total Federal Taxes	\$ (3,335)	\$ 14,748	\$ (14,748)	\$ (3,335)
State and Local				
Withholding	\$ 1,425	\$ 2,291	\$ (2,291)	\$ 1,425
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other				
Total State and Local	\$ 1,425	\$ 2,291	\$ (2,291)	\$ 1,425
Total Taxes	\$ (1,910)	\$ 17,039	\$ (17,039)	\$ (1,910)

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc. Status of Postpetition Taxes MOR-4 July 2001					
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability	
Federal					
Withholding	\$ -	\$ -	\$ -	\$ -	
FICA - Employee	138	914	(914)	138	
FICA and payroll- Employer	4,438	914	(348)	5,004	
Unemployment	-	-	-	-	
Other					
Total Federal Taxes	\$ 4,576	\$ 1,828	\$ (1,262)	\$ 5,142	
State and Local					
Withholding	\$ -	\$ 1,634	\$ (1,634)	\$ -	
Sales & Use	-	-	-	-	
Property Taxes	35,900	6,840	-	42,740	
Other					
Total State and Local	\$ 35,900	\$ 8,474	\$ (1,634)	\$ 42,740	
Total Taxes	\$ 40,476	\$ 10,302	\$ (2,896)	\$ 47,882	

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 July 2001				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
Federal				
Withholding	\$ (5,964)	\$ 937	\$ (937)	\$ (5,964)
FICA - Employee	(2,542)	224	(224)	(2,542)
FICA and payroll- Employer	(2,542)	224	(224)	(2,542)
Unemployment	-	-	-	-
Other				
Total Federal Taxes	\$ (11,048)	\$ 1,385	\$ (1,385)	\$ (11,048)
State and Local				
Withholding	\$ -	\$ 3,159	\$ (3,159)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other				
Total State and Local	\$ -	\$ 3,159	\$ (3,159)	\$ -
Total Taxes	\$ (11,048)	\$ 4,544	\$ (4,544)	\$ (11,048)

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn Accounts Receivable Reconciliation and Aging MOR-5 July 2001	
Trade Accounts Receivable Reconciliation	Amount
Trade accounts receivable, beginning of month	\$ 157,365,828
Amounts billed during the period	72,554,814
Amounts collected during the period	(81,619,024)
Other	10,607,412
Trade accounts receivable at the end of month	\$ 158,909,030
Trade Accounts Receivable Aging	
Current	\$ 109,625,711
1-30 days past due	29,896,874
31-60 days past due	9,906,829
+61 days past due	9,479,616
Trade accounts receivable, gross	158,909,030
Allowance for doubtful accounts	(1,374,450)
Trade accounts receivable, net	\$ 157,534,580
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 157,534,580
Customer notes and drafts receivable	35,060
Pending customer credit notes	420,557
Advances and deposits	10,370,849
Nontrade receivables, net	4,220,268
Total notes and accounts receivable, net	\$ 172,581,314

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 July 2001	
Trade Accounts Receivable Reconciliation	Amount
Trade accounts receivable, beginning of month	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	(512)
Nontrade receivables, net	82,335
Total notes and accounts receivable, net	\$ 81,823

Chart 6

Darex Puerto Rico, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
July 2001

Trade Accounts Receivable Reconciliation	Amount
Trade accounts receivable, beginning of month	\$ 2,756,761
Amounts billed during the period	450,282
Amounts collected during the period	(568,632)
Other	1
Trade accounts receivable at the end of month	\$ 2,638,412
Trade Accounts Receivable Aging	
Current	\$ 1,379,540
1-30 days past due	395,926
31-60 days past due	358,889
+61 days past due	504,057
Trade accounts receivable, gross	2,638,412
Allowance for doubtful accounts	(50,443)
Trade accounts receivable, net	\$ 2,587,969

Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 2,587,969
Customer notes and drafts receivable	-
Pending customer credit notes	(10,455)
Advances and deposits	-
Nontrade receivables, net	508
Total notes and accounts receivable, net	\$ 2,578,022

Chart 6

Grace Europe, Inc. Accounts Receivable Reconciliation and Aging MOR-5 July 2001	
Trade Accounts Receivable Reconciliation	Amount
Trade accounts receivable, beginning of month	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month	\$ -
Trade Accounts Receivable Aging	
Current	
1-30 days past due	
31-60 days past due	
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	72,206
Total notes and accounts receivable, net	\$ 72,206

Chart 7

W.R. Grace & Co., et al
Debtor Questionnaire
MOR - 5
July 2001

	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.	X (unless disputed in normal course of business)	

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

Combined Chapter 11 Filing Entity Statements

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities
Combined Statement of Operations

<i>Amounts in millions</i>	Month Ended July 31, 2001	Cumulative Since Filing
Net sales to third parties	\$ 73.0	\$ 300.0
Net sales to non-filing entities	13.6	46.5
Interest and royalties from non-filing entities	3.5	14.6
Other income	2.1	6.3
	92.2	367.4
Cost of goods sold to third parties	43.8	180.8
Cost of goods sold to non-filing entities	9.9	32.2
Selling, general and administrative expenses	19.6	72.0
Research and development expenses	3.1	11.9
Depreciation and amortization	4.6	17.6
Interest expense	4.7	16.8
	85.7	331.3
Income before Chapter 11 reorganization expenses, income taxes and equity in net income of non-filing entities	6.5	36.1
Chapter 11 reorganization expenses, net	(2.3)	(6.6)
(Provision for) income taxes	(2.5)	(17.0)
Equity in net income of non-filing entities	3.7	15.9
Net income	\$ 5.4	\$ 28.4

The Notes to Combined Financial Statements are an integral part of these statements.

Chart 9

W. R. Grace & Co. - Chapter 11 Filing Entities		
Combined Functional Basis Statement of Cash Flows		
Amounts in millions	Month Ended July 31, 2001	Cumulative Since Filing
<u>Core operations cash flow</u>		
Pre-tax income from core operations	\$ 12.1	\$ 53.4
Depreciation and amortization	4.6	17.6
	16.7	71.0
Changes in all core assets/liabilities and other	0.5	(15.8)
Change in accounts receivable sold under securitization program	-	(99.7)
Change in subordinated interest of accounts receivable sold	-	34.9
	17.2	(9.6)
Capital expenditures	2.4	(6.9)
Core Pre-tax Operating Cash Flow	19.6	(16.5)
<u>Charges against core reserves</u>		
Restructuring costs	-	-
Pension liabilities	(0.4)	(1.9)
Deferred compensation	(0.1)	(0.7)
Self insurance	-	(0.1)
Total Spending Against Core Reserves	(0.5)	(2.7)
Core Cash Flow	19.1	(19.2)
<u>Noncore cash flow</u>		
Proceeds from asset sales	-	0.7
Benefit proceeds under life insurance policies	1.0	4.7
Other noncore pretax cash flow	(0.4)	(1.0)
Noncore Pre-tax Cash Flow	0.6	4.4
<u>Charges against noncore reserves</u>		
<u>Asbestos</u>		
Asbestos claims processing	(0.8)	(3.0)
Less - insurance recovery	24.8	30.7
Net asbestos (payments) receipts	24.0	27.7
Environmental remediation	(2.6)	(10.5)
Retained obligations and other	-	0.4
Postretirement benefits	(2.0)	(6.9)
Total Spending Against Noncore Reserves	19.4	10.7
Noncore Cash Flow	20.0	15.1
Total Pre-tax/Pre-Interest/Pre-Chapter 11 Cash Flow	39.1	(4.1)
Cash paid for taxes, net of refunds	-	(0.4)
Cash paid for interest	(0.4)	(1.1)
Chapter 11 reorganization expenses paid	(0.6)	(0.7)
Cash Flow before Strategic Investments	38.1	(6.3)
<u>Strategic Investments</u>		
Cash paid for businesses acquired	-	-
Proceeds from option exercises	-	-
Repurchase of treasury stock	-	-
Cash used for Strategic Investments	-	-
Cash Flow after Strategic Investments	38.1	(6.3)
Borrowings (repayments) under DIP facility	(15.0)	57.2
Net (investing)/financing activities under life insurance policies	(0.2)	(15.4)
Net Cash Flow	\$ 22.9	\$ 35.5

The Notes to Combined Financial Statements are an integral part of these statements.

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities
Combined Balance Sheet

<i>Amounts in millions</i>	July 31, 2001	April 2, 2001
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 44.1	\$ 8.6
Notes and accounts receivable, net	175.3	43.8
Receivables from non-filing entities, net	28.1	51.2
Inventories	88.8	86.4
Deferred income taxes	26.3	80.9
Asbestos-related insurance expected to be realized within one year	12.9	17.0
Other current assets	26.3	21.9
Total Current Assets	401.8	309.8
Properties and equipment, net	389.5	400.4
Goodwill, net	13.7	13.6
Cash value of life insurance policies, net of policy loans	76.7	64.1
Deferred income taxes	438.4	401.0
Asbestos-related insurance expected to be realized after one year	296.8	323.4
Loans receivable from non-filing entities, net	386.1	387.5
Investment in non-filing entities	133.3	115.2
Other assets	313.1	308.5
Total Assets	\$ 2,449.4	\$ 2,323.5
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)		
Liabilities Not Subject to Compromise		
Current Liabilities		
Accounts payable	\$ 38.1	\$ -
Other current liabilities	44.8	-
Total Current Liabilities	82.9	-
Long-term debt - DIP facility	60.0	-
Other liabilities	28.9	31.8
Total Liabilities Not Subject to Compromise	171.8	31.8
Liabilities Subject to Compromise		
Debt, pre-petition plus accrued interest	523.7	511.5
Accounts payable	35.6	43.0
Income taxes payable	212.5	210.1
Asbestos-related liability	999.8	1,002.8
Other liabilities	555.0	598.6
Total Liabilities Subject to Compromise	2,326.6	2,366.0
Total Liabilities	2,498.4	2,397.8
Shareholders' Equity (Deficit)		
Common stock	0.8	0.8
Paid in capital	432.8	432.6
Accumulated deficit	(173.3)	(201.8)
Treasury stock, at cost	(136.4)	(136.4)
Accumulated other comprehensive income (loss)	(172.9)	(169.5)
Total Shareholders' Equity (Deficit)	(49.0)	(74.3)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 2,449.4	\$ 2,323.5

The Notes to Combined Financial Statements are an integral part of these statements.

W. R. Grace & Co. – Chapter 11 Filing Entities
Notes to Combined Financial Statements
July 31, 2001**1. Basis of Presentation and Summary of Significant Accounting and Financial Reporting Policies**

W. R. Grace & Co., through its subsidiaries, is primarily engaged in specialty chemicals and specialty materials businesses on a worldwide basis. These businesses consist of catalysts and silica products (Davison Chemicals) and construction chemicals, building materials and container products (Performance Chemicals). W. R. Grace & Co. is a publicly held company with its shares traded on the New York Stock Exchange.

Voluntary Bankruptcy Filing

On April 2, 2001 (the "Filing Date"), W. R. Grace & Co. and 61 of its United States subsidiaries and affiliates, including its primary U.S. operating subsidiary W. R. Grace & Co. - Conn. (collectively, the "Debtors"), filed voluntary petitions for reorganization (the "Filing") under Chapter 11 of the United States Bankruptcy Code ("Chapter 11" or the "Bankruptcy Code") in the United States Bankruptcy Court for the District of Delaware (the "Bankruptcy Court"). The cases were consolidated and are being jointly administered under case numbers 01-1139 through 01-1200. Grace's non-U.S. subsidiaries and certain of its U.S. subsidiaries were not a part of the Filing.

Basis of Presentation

The interim combined financial statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor

entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in W. R. Grace & Co.'s 2000 Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim consolidated financial statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

The Debtors' follow a calendar fiscal year. The results of operations for the periods presented are not necessarily indicative of the results of operations for the year ending December 31, 2001. Combining statements of operations and balance sheets reflecting financial information of each of the filing entities are included as supplementary information.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires that management make estimates and assumptions affecting the assets and liabilities (including contingent assets and liabilities) reported at the date of the combined financial statements and the revenues and expenses reported for the periods presented. Actual amounts could differ from those estimates.

2. Liabilities Subject to Compromise

As a result of the Filing, Grace's balance sheet as of July 31, 2001 separately identifies the liabilities that are "subject to compromise" under the Chapter 11 proceedings. In Grace's case, liabilities "subject to compromise" represent pre-petition amounts as determined under generally accepted accounting principles based on facts and circumstances prior to the Filing. Changes to the recorded amount of such liabilities will be based on Bankruptcy Court orders and management's assessment of the claim amounts that will ultimately be allowed by the Bankruptcy Court. Changes to pre-petition liabilities during the second quarter are for: 1) cash payments under approved court orders; 2) the accrual of interest on pre-petition debt; and 3) accruals for employee-related programs.

Set forth below is a reconciliation of the changes in pre-Filing Date liability balances for the periods presented.

<i>(Dollars in millions)</i>	Current Month	Cumulative Since Filing
Balance, beginning of period	\$ 2,343.8	\$ 2,366.0
Cash disbursements and/or reclassifications under bankruptcy court orders:		
Freight and distribution order	(0.1)	(5.5)
Trade accounts payable order	(0.1)	(5.8)
Other court orders including employee wages and benefits, sales and use tax and customer programs	(7.0)	(33.4)
Income/(expense) items:		
Interest on pre-petition debt	3.8	14.1
Current period employment-related accruals	1.7	7.0
Balance sheet reclassifications	(0.3)	(0.6)
Balance, end of period	\$ 2,341.8	\$ 2,341.8
Pre-Filing Date Liabilities Not Subject to Compromise	\$ 15.2	\$ 15.2
Pre-Filing Date Liabilities Subject to Compromise	\$ 2,326.6	\$ 2,326.6

Pre-Filing Date obligations allowable under current court orders and expected to be paid prior to an adopted plan of reorganization are classified as "liabilities not subject to compromise." Additional liabilities subject to compromise may arise due to the rejection of executory contracts or unexpired leases, or as a result of the allowance of contingent or disputed claims.

3. Other Balance Sheet Accounts

<i>(Dollars in millions)</i>	July 31, 2001	Filing Date
Notes and accounts receivable, net		
Trade receivables, less allowance of \$1.4; (Filing Date - \$0.7)	\$ 160.6	\$ 32.3
Other receivables, less allowance of \$2.1; (Filing Date - \$2.1)	14.7	11.5
	\$ 175.3	\$ 43.8
Inventories		
Raw materials	\$ 20.7	\$ 20.3
In process	16.7	16.2
Finished products	71.1	69.6
General merchandise	9.6	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis	(29.3)	(29.3)
	\$ 88.8	\$ 86.4
Other Assets		
Plan assets in excess of defined benefit pension obligation	\$ 135.2	\$ 131.3
Unamortized costs of overfunded pension plans	97.7	96.6
Deferred charges	39.0	40.4
Long-term receivables	1.7	1.9
Long-term investments	2.1	2.1
Patents, licenses and other intangible assets	37.4	36.2
	\$ 313.1	\$ 308.5
Other Current Liabilities		
Accrued compensation	\$ 13.3	\$ --
Accrued commissions	5.5	--
Customer programs	9.8	--
Accrued utilities	6.0	--
Accrued freight	2.6	--
Other accrued liabilities	7.6	--
	\$ 44.8	\$ --
Other Liabilities		
Deferred royalty income-nonfiling entities	\$ 28.0	\$ 31.8
Other liabilities	0.9	--
	\$ 28.9	\$ 31.8
Liabilities Subject to Compromise		
Other postretirement benefits	\$ 181.2	\$ 185.4
Environmental remediation	155.6	164.8
Retained obligations of divested businesses	76.2	75.5
Defined benefit obligation in excess of pension plan assets ..	94.8	95.3
Unamortized costs of underfunded pension plans	(22.0)	(24.5)
Deferred compensation	7.7	8.2
Accrued compensation	--	13.5
Self insurance reserve	11.7	11.8
Other accrued liabilities	49.8	68.6
	\$ 555.0	\$ 598.6

4. Life Insurance

The Debtors' are the beneficiary of life insurance policies on current and former employees with benefits in force of approximately \$2,286.8 million and a net cash surrender value of \$76.7 million at July 31, 2001. The policies were acquired to fund various employee benefit programs and other long-term liabilities and are structured to provide cash flow (primarily tax-free) over an extended number of years. The following table summarizes the net cash value at July 31, 2001 and Filing Date:

Components of Net Cash Value	July 31, 2001	Filing Date
Gross cash value.....	\$ 464.9	\$ 453.7
Principal -- policy loans	(378.5)	(390.3)
Accrued interest -- policy loans....	(9.7)	0.7
Net cash value	\$ 76.7	\$ 64.1
Insurance benefits in force.....	\$ 2,286.8	\$ 2,286.0

Policy loans bore interest at an average annualized rate of 9.7% through July 31, 2001, compared to an average of 9.2% for the year ended December 31, 2000. Policy assets are invested primarily in general accounts of the insurance carriers and earned returns at an average annualized rate of 8.8% through July 31, 2001 (calculated on a trailing four quarters basis), compared to an average of 8.3% for the year ended December 31, 2000.

The Debtors' financial statements display income statement activity and balance sheet amounts on a net basis, reflecting the contractual interdependency of policy assets and liabilities.

5. Debt

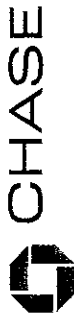
On July 31, 2001, and Filing Date, the Debtors' were obligated for the following:

Components of Debt (Dollars in millions)	July 31, 2001	Filing Date
Short-Term Debt		
Other short-term borrowings	\$ --	\$ --
	\$ --	\$ --
Long-Term Debt		
DIP facility	\$ 60.0	\$ --
	\$ 60.0	\$ --
Debt Subject to Compromise		
Bank borrowings	\$ 500.0	\$ 500.0
8.0% Notes Due 2004	5.7	5.7
7.75% Notes Due 2002	--	2.0
Other borrowings	1.3	1.2
Accrued interest	16.7	2.6
	\$ 523.7	\$ 511.5

The Debtors have negotiated a debtor-in-possession post-petition loan and security agreement with Bank of America, N.A. (the "DIP facility") in the aggregate amount of \$250 million. The DIP facility has a term of two years, is secured by a priority lien on substantially all assets of the Debtors, and bears interest at either Bank of America's prime rate or a formula based on the London Inter-Bank Offered Rate (LIBOR) plus 2.00 to 2.25 percentage points. The Bankruptcy Court issued a final approval of the DIP facility on May 3, 2001.

On June 11, 2001, the 7.75% Notes were repaid by the unaffiliated guarantor of the Notes. Grace's liability with respect to these notes is included in other liabilities subject to compromise as of July 31, 2001.

Bank Statements



Statement of Account

W R GRACE & CO
C/O CORPORATE ACCOUNTING
7500 GRACE DRIVE
COLUMBIA MD 21044-4098

In US Dollars

Account No:
Statement Start Date:
Statement End Date:
Statement Code:
Statement No:

910-1-013572
01 JUN 2001
29 JUN 2001
000-USA-21
006

Page 1 of 4

TRANSACTIONS			BALANCES			ENCLOSURES		
Total Credits	5	342,497.43	Opening (01 JUN 2001)	101,302.67	Closing (29 JUN 2001)	Credits		
Total Debits (incl. checks)	21	188,874.54	Ledger	101,302.67	Ledger	Debits		
Total Checks Paid	0	0.00	Collected	101,302.67	Collected	Checks		

Ledger Date	Adj Ledger Date	Value Date	F T	References	Credit / Debit	Description	Closing Balances Date	Amount
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CREDITS								
06JUN		USD		YOUR: TEBC OF 01/06/06 OUR: 0927700157JB	59,738.52	BOOK TRANSFER CREDIT B/O: W.R. GRACE AND COMPANY COLUMBIA MD 21044-4098 REF: HOWT	01JUN	87,967.56
14JUN		USD		YOUR: TEBC OF 01/06/14 OUR: 0997000165JB	50,000.00	BOOK TRANSFER CREDIT B/O: W.R. GRACE AND COMPANY COLUMBIA MD 21044-4098 REF: HOWT	04JUN	77,736.00
22JUN		USD		YOUR: TEBC OF 01/06/22 OUR: 0466900173JB	54,025.26	BOOK TRANSFER CREDIT B/O: W.R. GRACE AND COMPANY COLUMBIA MD 21044-4098 REF: HOWT	05JUN	65,261.40
29JUN		USD		YOUR: TEBC OF 01/06/29 OUR: 2081000180JB	40,269.65	BOOK TRANSFER CREDIT B/O: W.R. GRACE AND COMPANY COLUMBIA MD 21044-4098 REF: HOWT	06JUN	116,842.66
29JUN		USD		YOUR: SWF OF 01/06/29 OUR: 2899800180JS	138,464.00	BOOK TRANSFER CREDIT B/O: BANQUE BRUXELLES LAMBERT SA BRUSSELS BELGIUM ORG: MATERNE CONFILUX SA ALLEE DES CERISIERS 1 OGB: BANQUE BRUXELLES LAMBERT S.A. LIEGE BR REF: OUR FAX DATED OF 29.06.2001/OC MT/USD138489,/CHGS/USD25.00/	07JUN	102,259.00
LEDGER BALANCES								
01JUN							01JUN	87,967.56
04JUN							04JUN	77,736.00
05JUN							05JUN	65,261.40
06JUN							06JUN	116,842.66
07JUN							07JUN	102,259.00
08JUN							08JUN	93,942.30
11JUN							11JUN	89,852.40
12JUN							12JUN	81,015.20
13JUN							13JUN	69,492.70
14JUN							14JUN	109,729.50
15JUN							15JUN	104,292.40
18JUN							18JUN	100,464.40
19JUN							19JUN	88,630.80
20JUN							20JUN	80,022.60
21JUN							21JUN	70,974.70
22JUN							22JUN	118,566.20
25JUN							25JUN	115,775.40
26JUN							26JUN	105,074.60
27JUN							27JUN	94,308.50
28JUN							28JUN	84,730.80
29JUN							29JUN	254,925.56
COLLECTED BALANCES								
01JUN							01JUN	87,967.56
04JUN							04JUN	77,736.00
05JUN							05JUN	65,261.40
06JUN							06JUN	116,842.66
07JUN							07JUN	102,259.00
08JUN							08JUN	93,942.30

FT CODE: USD - SAME DAY FUNDS USN - NEXT DAY FUNDS US1 - ONE DAY FLOAT US2 - TWO DAY FLOAT US3 - THREE DAY FLOAT US4 - FOUR DAY FLOAT US5 - FIVE DAY FLOAT USM - MIXED FLOAT

PLEASE EXAMINE THIS STATEMENT OF ACCOUNT AT ONCE. THE MAINTENANCE OF THIS ACCOUNT IS SUBJECT TO THE PROVISIONS OF THE NEW YORK UNIFORM COMMERCIAL CODE AND CHASE'S TERMS AND CONDITIONS FOR BUSINESS ACCOUNTS AND SERVICES. THE BANK DISCLAIMS RESPONSIBILITY FOR ANY ERROR IN, OR IMPROPER CHARGE TO THE ACCOUNT AS RENDERED UNLESS INFORMED IN WRITING OF THIS ERROR OR CHARGE WITHIN SIXTY DAYS OF THE DELIVERY, MAILING OR AVAILABILITY OF THE STATEMENT CANCELED VOUCHERS. KINDLY REFER TO THE INSTRUCTIONS ON THE REVERSE SIDE OF THIS STATEMENT IN ORDER TO DIRECT YOUR INQUIRIES TO THE PROPER DEPARTMENT FOR PROMPT ACTION.

Case 01-01139-AMC



Statement of Account

In US Dollars

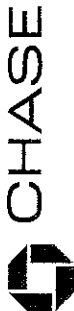
W R GRACE & CO
C/O CORPORATE ACCOUNTING
7500 GRACE DRIVE
COLUMBIA MD 21044-4098

Account No:
Statement Start Date:
Statement End Date:
Statement Code:
Statement No:

910-1-013572
01 JUN 2001
29 JUN 2001
000-USA-21
006

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Ledger Date	Adj Ledger Date	Value Date	F T	References	Credit / Debit	Description	Date	Closing Balances Amount
DEBITS								
01JUN 31MAY		31MAY	USD	OUR: 0115200089WA	13,335.17	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 05/31/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	11JUN 12JUN 13JUN 14JUN 15JUN 18JUN 19JUN 20JUN 21JUN 22JUN 25JUN 26JUN 27JUN 28JUN 29JUN	89,852.41 81,015.21 69,492.23 109,729.59 104,292.42 100,464.42 88,630.80 80,022.00 70,974.70 118,566.66 115,775.66 105,074.61 94,308.55 84,730.32 254,925.17
04JUN 01JUN		01JUN	USD	OUR: 0115500089WA	10,231.32	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/01/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		
05JUN 04JUN		04JUN	USD	OUR: 0115600089WA	12,474.70	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/04/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		
06JUN 05JUN		05JUN	USD	OUR: 0115700087WA	8,157.94	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/05/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		
07JUN 06JUN		06JUN	USD	OUR: 0115800088WA	14,582.99	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/06/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		
08JUN 07JUN		07JUN	USD	OUR: 0115900088WA	8,316.69	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/07/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		
11JUN 08JUN		08JUN	USD	OUR: 0116200087WA	4,089.92	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/08/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140		



Statement of Account

W R GRACE & CO
C/O CORPORATE ACCOUNTING
7500 GRACE DRIVE
COLUMBIA MD 21044-4098

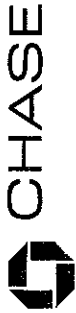
In US Dollars

Account No: 910-1-013572
Statement Start Date: 01 JUN 2001
Statement End Date: 29 JUN 2001
Statement Code: 000-USA-21
Statement No: 006

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Case 01-1139-AMC Doc 1089-2 Filed 11/07/01 Page 19 of 25

Ledger Date	Adj Ledger Date	Value Date	F	T	References	Credit / Debit	Description	Closing Balances
								Date Amount
DEBITS CONTINUED								
12JUN 11JUN		11JUN	USD	OUR: 0116300092WA		8,837.19	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/11/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
13JUN 12JUN		12JUN	USD	OUR: 0116400084WA		11,522.54	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/12/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
14JUN 13JUN		13JUN	USD	OUR: 0116500083WA		9,762.77	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/13/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
15JUN 14JUN		14JUN	USD	OUR: 0116600090WA		5,437.52	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/14/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
18JUN 15JUN		15JUN	USD	OUR: 0116900085WA		3,828.00	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/15/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
19JUN 18JUN		18JUN	USD	OUR: 0117000084WA		11,834.13	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/18/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
20JUN 19JUN		19JUN	USD	OUR: 0117100086WA		8,608.30	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/19/01 W R GRACE & CO ATTN: MARY BOUCHARD 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
21JUN 20JUN		20JUN	USD	OUR: 0117200084WA		9,047.27	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO.	



Statement of Account

In US Dollars
 910-1-013572
 01 JUN 2001
 29 JUN 2001
 000-USA-21
 006
 Page 4 of 4

Account No:
 Statement Start Date:
 Statement End Date:
 Statement Code:
 Statement No:

W R GRACE & CO
 C/O CORPORATE ACCOUNTING
 7500 GRACE DRIVE
 COLUMBIA MD 21044-4098

Ledger Date	Adj Ledger Date	Value Date	F T	References	Credit / Debit	Description	Closing Balances Amount
DEBITS CONTINUED							
22JUN 21JUN		21JUN	USD	OUR: 0117300083WA	6,433.77	002-2-416598 FOR WORK OF 06/20/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140 GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/21/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
25JUN 22JUN		22JUN	USD	OUR: 0117600087WA	2,791.06	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/22/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
26JUN 25JUN		25JUN	USD	OUR: 0117700086WA	10,700.50	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/25/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
27JUN 26JUN		26JUN	USD	OUR: 0117800088WA	10,766.17	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/26/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
28JUN 27JUN		27JUN	USD	OUR: 0117900089WA	9,578.15	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/27/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	
29JUN 28JUN		28JUN	USD	OUR: 0118000089WA	8,538.44	GOVERNMENT ALLOTMENT DEBIT COVERING DRAFTS TO A/C NO. 002-2-416598 FOR WORK OF 06/28/01 W R GRACE & CO ATTN: MARY BOUCHAR 62 WHITTEMORE AVENUE CAMBRIDGE MA 02140	

CHECKS

No Activity

191 Peachtree ST
Atlanta GA 30303

03

TAXPAYER ID

13-5114230

W R GRACE & CO-CONN
7500 GRACE DRIVE
ATTN CORPORATE ACCTING
COLUMBIA MD 21044

Checking Statement

June 16, 2001 - June 30, 2001 (15 days)

Page 1 of 2

No Enclosures

C 0

FOR INFORMATION OR ASSISTANCE CONTACT:

Your Wachovia Banker

Visit our web site at www.wachovia.com

Commercial Checking Account Summary

Account Number 8619-039102

Previous Balance	+ Deposits & Other Credits		- Checks & Other Debits		= Closing Balance
\$640,597.00	Deposits \$.00	Other Credits \$.00	Checks \$.00	Other Debits \$.00	\$640,597.00
Average Ledger Balance	\$640,597.00				

Daily Activity and Balance

There was no activity for this statement period.

191 Peachtree ST
Atlanta GA 30303

03

TAXPAYER ID

13-5114230

W R GRACE & CO-CONN
7500 GRACE DRIVE
ATTN CORPORATE ACCTING
COLUMBIA MD 21044

Checking Statement

June 1, 2001 - June 15, 2001 (15 days)

Page 1 of 2

No Enclosures

C 0

FOR INFORMATION OR ASSISTANCE CONTACT:

Your Wachovia Banker

Visit our web site at www.wachovia.com

Commercial Checking Account Summary

Account Number 8619-039102

Previous
Balance

+ Deposits & Other Credits

- Checks & Other Debits

= Closing Balance

\$644,500.00

Deposits

\$.00

Other Credits

\$558,503.65

Checks

\$.00

Other Debits

\$562,406.65

\$640,597.00

Average Ledger Balance

\$673,837.77

Daily Activity and Balance

Date	Deposits & Credits		Checks & Debits		Balance
	Qty	Amount	Qty	Amount	
06-04	1	165,035.72	0	0.00	809,535.72
06-05	0	0.00	1	180,000.00	629,535.72
06-06	1	385.00	0	0.00	629,920.72
06-11	3	393,082.93	0	0.00	1,023,003.65
06-12	0	0.00	1	382,406.65	640,597.00

Other Credits

Date	Amount	Description
06-04	165,035.72	Wholesale Lockbox #0075195 Credits - Charlotte
06-06	385.00	Wholesale Lockbox #0075195 Credits - Charlotte
06-11	340.00	Wholesale Lockbox #0075195 Credits - Charlotte
06-11	90,863.92	Wholesale Lockbox #0075195 Credits - Charlotte
06-11	301,879.01	Wholesale Lockbox #0075195 Credits - Charlotte

Checks

There were no checks paid this statement period.

Other Debits

Date	Amount	Description
06-05	180,000.00	Wire Ref#05608 Seq#05608: Chase NYC
06-12	382,406.65	Wire Ref#03483 Seq#03483: Chase NYC



01 2199500021812 036 130 0 0 59,713

W R GRACE AND CO-CONN
GENERAL ACCOUNT
ATTN CORP ACCOUNTING
7500 GRACE DRIVE
COLUMBIA MD 21044-4098

CB

Commercial Checking

6/01/2001 thru 6/29/2001

Account number: 2199500021812
Account holder(s): W R GRACE AND CO-CONN
GENERAL ACCOUNT

Taxpayer ID Number: 135114230

Account Summary

Opening balance 6/01	\$4,555,962.88
Deposits and other credits	1,515,464.15 +
Other withdrawals and service fees	5,530,041.51 -
Closing balance 6/29	\$541,385.52

Deposits and Other Credits

Date	Amount	Description
6/07	472,125.10	DEPOSIT
6/13	292,830.10	DEPOSIT
6/21	209,123.43	DEPOSIT
6/27	541,385.52	DEPOSIT
Total	\$1,515,464.15	

Other Withdrawals and Service Fees

Date	Amount	Description
6/01	4,555,962.88	FUNDS TRANSFER (ADVICE 010601012576) SENT TO CHASE MANHATTAN B/ BNF = W R GRACE & CO CONN OBI = INTERNAL TRANSFER GRACE ACCOUNTS RFB = 010601150253 06/01/01 10:46AM
6/11	224.60	COMMERCIAL SERVICE CHARGES FOR MAY 2001
6/13	400,000.00	FUNDS TRANSFER (ADVICE 010613010139) SENT TO CHASE MANHATTAN B/ BNF = W R GRACE & CO CONN OBI = INTERNAL TRANSFER GRACE ACCOUNTS RFB = 010613150272 06/13/01 11:10AM
6/15	364,000.00	FUNDS TRANSFER (ADVICE 010615018212) SENT TO CHASE MANHATTAN B/ BNF = WR GRACE & CO CONN OBI = INTERNAL TRANSFER GRACE ACCOUNTS RFB = 010615150459 06/15/01 12:24PM

Other Withdrawals and Service Fees continued on next page.



Commercial Checking

02 2199500021812 036 130 0 0 59,714

Other Withdrawals and Service Fees *continued*

Date	Amount	Description
6/26	209,854.03	FUNDS TRANSFER (ADVICE 010626018174) SENT TO CHASE MANHATTAN B/ BNF = W R GRACE AND CO CONN OBI = RFB = 06/26/01 03:48PM

Total \$5,530,041.51

Daily Balance Summary

<u>Dates</u>	<u>Amount</u>	<u>Dates</u>	<u>Amount</u>	<u>Dates</u>	<u>Amount</u>
6/01	0.00	6/13	364,730.60	6/26	0.00
6/07	472,125.10	6/15	730.60	6/27	541,385.52
6/11	471,900.50	6/21	209,854.03		

FIRST UNION
PARTIAL / RANGE RECONCILEMENT BALANCE SHEET

WR GRACE & CO.-CONN 025

ACCT NO.: 0001 2079900003615

ATTN: CINDY LEE

7500 GRACE DRIVE

COLUMBIA MD 21044-4098

RECONCILEMENT OF DEBITSCUTOFF DATE: 06/30/2001

CHECKS PAID ON RECONCILIATION REPORTS		31,114.68
MISCELLANEOUS DEBITS	+	1,507,135.34
CREDIT ADJUSTMENTS	+	.00
MISCELLANEOUS ADJUSTMENTS	+/-	.00
DEBIT ADJUSTMENTS	-	.00
TOTAL DEBITS THIS RECONCILEMENT PERIOD	=	1,538,250.02
		=====
TOTAL DEBITS FROM BANK STATEMENT		1,538,250.02

IF YOU HAVE ANY QUESTIONS, PLEASE
CONTACT COMMERCIAL CUSTOMER SERVICE AT 1-800-222-3862

TEAM NO.: 025

✓ fees to GL